

March 8, 1988

Director, Division of Oil, Gas and Mining  
Department of Natural Resources  
State of Utah  
355 West North Temple  
3 Triad Center - Suite 350  
Salt Lake City, Utah 84180-1203

Re: ACT/019/005 - Cane Creek Mine,  
Grand and San Juan Counties,  
Utah

Texasgulf Inc. filed a Notice of Intention to Commence Mining Operations and Mining Reclamations Plan dated April 1, 1977 (revised August 19, 1987) pertaining to the Cane Creek Mine operations.

The purpose of this letter is to advise you that all of the assets of the Cane Creek Mine operations have been transferred by Texasgulf Inc. to a recently formed subsidiary, Moab Salt, Inc., P.O. Box 1208, Moab, UT 84532, telephone number (801) 259-7171. The Notice of Intention to Commence Mining Operations and Mining and Reclamation Plan referred to above is a part of those assets and your records should be noted accordingly.

Notwithstanding the transfer of the assets to Moab Salt, Inc., it is anticipated that the bonding requirements for the Mining and Reclamation Plan will be met in the form of a self bond to be furnished by Texasgulf Inc. for and on behalf of the subsidiary, Moab Salt, Inc. Although neither the Plan nor the extent of the bond have as yet been determined, it is appropriate to advise you at this time of the intended bonding procedure.

TEXASGULF INC.

By: 

Thomas J. Wright, President

MOAB SALT, INC.

By: 

David C. Edmiston, Jr.  
Chairman of the Board